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110TH CONGRESS 2D SESSION

H.R. 5799

Ι

To amend titles XVIII and XIX of the Social Security Act to improve the transparency of information on skilled nursing facilities and nursing facilities and to clarify and improve the targeting of the enforcement of requirements with respect to such facilities.

IN THE HOUSE OF REPRESENTATIVES

APRIL 15, 2008

Ms. Eddie Bernice Johnson of Texas introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend titles XVIII and XIX of the Social Security Act to improve the transparency of information on skilled nursing facilities and nursing facilities and to clarify and improve the targeting of the enforcement of requirements with respect to such facilities.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "Nursing Home Transparency and Improvement Act of
- 6 2008".

1 (b) Table of Contents.—The table of contents of

2 this Act is as follows:

Sec. 1. Short title; table of contents.

TITLE I—IMPROVING TRANSPARENCY OF INFORMATION ON SKILLED NURSING FACILITIES AND NURSING FACILITIES

- Sec. 101. Required disclosure of ownership and affiliated parties information.
- Sec. 102. Accountability requirements.
- Sec. 103. Nursing home compare Medicare website.
- Sec. 104. Reporting of expenditures.
- Sec. 105. Standardized complaint form.
- Sec. 106. Ensuring staffing accountability.

TITLE II—TARGETING ENFORCEMENT

- Sec. 201. Civil money penalties.
- Sec. 202. GAO study and report on the relative financial status and performance of special focus facilities.
- Sec. 203. National independent monitor program.
- Sec. 204. GAO studies and reports on temporary management and barriers to purchasing facilities with a record of poor care.
- Sec. 205. Notification of facility closure.
- Sec. 206. National demonstration projects on culture change and use of information technology in nursing homes.

TITLE III—IMPROVING STAFF TRAINING

- Sec. 301. Dementia and abuse prevention training.
- Sec. 302. Study and report on training required for certified nurse aides and supervisory staff.

3 TITLE I—IMPROVING TRANS-

- 4 PARENCY OF INFORMATION
- 5 ON SKILLED NURSING FACILI-
- 6 TIES AND NURSING FACILI-
- 7 TIES
- 8 SEC. 101. REQUIRED DISCLOSURE OF OWNERSHIP AND AF-
- 9 FILIATED PARTIES INFORMATION.
- 10 (a) Skilled Nursing Facilities.—Section
- 11 1819(d)(1) of the Social Security Act (42 U.S.C. 1395i-

1	3(d)(1))	is	amended	by	adding	at	the	end	the	followin	O,
2	new subi	ar	aoranhs:								

3 "(D) AVAILABILITY OF OWNERSHIP AND
4 AFFILIATED PARTIES INFORMATION.—

"(i) IN GENERAL.—Beginning on the date of enactment of this subparagraph, a skilled nursing facility must have the information described in clause (ii) available for submission to the Secretary, the Inspector General of the Department of Health and Human Services, the State, the State longterm care ombudsman, a resident of a facility, and the legal representative of such a resident or other responsible party in the case where the Secretary, the Inspector General, the State, the State long-term care ombudsman, the resident, or the legal representative or responsible party requests such information (and, beginning on the effective date of the regulations promulgated under subparagraph (E)(i), for reporting such information in accordance with such regulations). The facility shall certify to the Secretary and the Inspector General of the Department of Health and

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1	Human Services, as a condition of partici-
2	pation and payment under the program
3	under this title, that the information sub-
4	mitted upon such request is accurate and
5	current.
6	"(ii) Information described.—The
7	following information is described in this
8	clause:
9	"(I) The identity of individuals
10	with an ownership or control interest
11	(as defined in section $1124(a)(3)$) in
12	the facility.
13	"(II) Information on the mem-
14	bers of the governing body of the
15	skilled nursing facility, including the
16	names, titles, and dates of service of
17	such members.
18	"(III) Information describing the
19	organizational structure of any affili-
20	ated or related parties, including prin-
21	cipal officers and directors of affili-
22	ated or related companies, or mem-
23	bers in the case of a limited liability
24	company.

To the extent that information reported by a facility to the Internal Revenue Service on Form 990, information submitted by a facility to the Securities and Exchange Commission, or information otherwise submitted to the Secretary contains the information described in subclauses (I), (II), and (III), the facility may provide such Form or such information submitted to meet the requirements of clause (i) and subparagraph (E)(i).

"(iii) Definition of Affiliated or Related Parties.—In this subparagraph, the term 'affiliated or related parties' means companies or individuals that serve as operators, landlords, management companies or advisors, real estate or consulting companies, members of a limited liability company, administrative services companies, lenders and companies providing financial guarantees, captive or affiliated liability insurance companies, and such other entities as the Secretary determines appropriate.

"(E) REPORTING.—

1	"(i) In general.—Not later than 2
2	years after the date of enactment of this
3	subparagraph, the Secretary shall promul-
4	gate regulations requiring skilled nursing
5	facilities to report the information de-
6	scribed in clause (ii) of subparagraph (D)
7	to the Secretary in a standardized format,
8	and such other regulations as are nec-
9	essary to carry out such subparagraph.
10	Such regulations shall ensure that the fa-
11	cility certifies, as a condition of participa-
12	tion and payment under the program
13	under this title, that the information re-
14	ported is accurate and current.
15	"(ii) Guidance.—The Secretary shall
16	provide guidance and technical assistance
17	to States on how to adopt the standardized
18	format under clause (i).".
19	(b) Nursing Facilities.—Section 1919(d)(1) of the
20	Social Security Act (42 U.S.C. 1396r(d)(1)) is amended
21	by adding at the end the following new subparagraph:
22	"(D) AVAILABILITY OF OWNERSHIP AND
23	AFFILIATED PARTIES INFORMATION.—
24	"(i) IN GENERAL.—Beginning on the
25	date of enactment of this subparagraph, a

nursing facility must have the information 1 2 described in clause (ii) available for submission to the Secretary, the Inspector 3 4 General of the Department of Health and 5 Human Services, the State, the State longterm care ombudsman, a resident of a fa-6 cility, and the legal representative of such 7 8 a resident or other responsible party in the case where the Secretary, the Inspector 9 10 General, the State, the State long-term care ombudsman, the resident, or the legal 11 12 representative or responsible party requests such information (and, beginning on 13 14 the effective date of the regulations pro-15 mulgated under subparagraph (E)(i), for 16 reporting such information in accordance with such regulations). The facility shall 17 certify to the Secretary and the Inspector 18 19 General of the Department of Health and 20 Human Services, as a condition of partici-21 pation and payment under the program under this title, that the information sub-22 23 mitted upon such request is accurate and 24 current.

1	"(ii) Information described.—The
2	following information is described in this
3	clause:
4	"(I) The identity of individuals
5	with an ownership or control interest
6	(as defined in section 1124(a)(3)) in
7	the facility.
8	"(II) Information on the mem-
9	bers of the governing body of the
10	nursing facility, including the names,
11	titles, and dates of service of such
12	members.
13	"(III) Information describing the
14	organizational structure of any affili-
15	ated or related parties, including prin-
16	cipal officers and directors of affili-
17	ated or related companies, or mem-
18	bers in the case of a limited liability
19	company.
20	To the extent that information reported by
21	a facility to the Internal Revenue Service
22	on Form 990, information submitted by a
23	facility to the Securities and Exchange
24	Commission, or information otherwise sub-
25	mitted to the Secretary contains the infor-

mation described in subclauses (I), (II), and (III), the facility may provide such Form or such information submitted to meet the requirements of clause (i) and subparagraph (E)(i).

"(iii) Definition of Affiliated or Related Parties.—In this subparagraph, the term 'affiliated or related parties' means companies or individuals that serve as operators, landlords, management companies or advisors, real estate or consulting companies, members of a limited liability company, administrative services companies, lenders and companies providing financial guarantees, captive or affiliated liability insurance companies, and such other entities as the Secretary determines appropriate.

"(E) Reporting.—

"(i) In General.—Not later than 2 years after the date of enactment of this subparagraph, the Secretary shall promulgate regulations requiring nursing facilities to report the information described in clause (ii) of subparagraph (D) to the Sec-

1	retary in a standardized format, and such
2	other regulations as are necessary to carry
3	out such subparagraph. Such regulations
4	shall ensure that the facility certifies, as a
5	condition of participation and payment
6	under the program under this title, that
7	the information reported is accurate and
8	current.
9	"(ii) GUIDANCE.—The Secretary shall
10	provide guidance and technical assistance
11	to States on how to adopt the standardized
12	format under clause (i).".
13	SEC. 102. ACCOUNTABILITY REQUIREMENTS.
14	(a) Skilled Nursing Facilities.—Section
15	1819(d)(1) of the Social Security Act (42 U.S.C. 1395i-
16	3(d)(1)), as amended by section 101, is amended by add-
17	ing at the end the following new subparagraph:
18	"(F) ACCOUNTABILITY REQUIREMENTS.—
19	"(i) In General.—On or after the
20	date that is 2 years after the date of enact-
21	ment of this subparagraph, any skilled
22	nursing facility or chain of such facilities
23	must meet standards for being an account-
24	able entity by complying with the criteria
25	developed under clause (ii).

1	"(ii) Criteria.—Not later than the
2	date that is 2 years after such date of en-
3	actment, the Secretary, in consultation
4	with the General Counsel of the Depart-
5	ment of Health and Human Services and
6	the Inspector General of the Department
7	of Health and Human Services, shall de-
8	velop criteria to define accountability re-
9	quirements applicable to facilities and
10	chains of such facilities. Such criteria
11	shall—
12	"(I) include standards for sub-
13	mission of annual independent audits
14	for facilities that are part of a group
15	under common ownership or control,
16	whether publicly or privately held and
17	which have annual revenues of
18	\$50,000,000 or more in the aggregate
19	as a group; and
20	"(II) require new owners of a fa-
21	cility to provide proof of financial abil-
22	ity to operate the facility, including
23	documentation of projected revenue
24	and expenses for the first 12 months
25	of operation of the facility.

1	"(iii) Rule of construction.—The
2	criteria developed under clause (ii), and
3	any requirements to submit information
4	under such criteria, shall be in addition to
5	any information the Secretary otherwise
6	requires providers to submit on the owner-
7	ship and operation of skilled nursing facili-
8	ties (including information required to be
9	submitted or reported under subparagraph
10	(D) or (E)).".
11	(b) Nursing Facilities.—Section 1919(d)(1) of the
12	Social Security Act (42 U.S.C. 1396r(d)(1)), as amended
13	by section 101, is amended by adding at the end the fol-
14	lowing new subparagraph:
15	"(F) Accountability requirements.—
16	"(i) In general.—On or after the
17	date that is 2 years after the date of enact-
18	ment of this subparagraph, any nursing fa-
19	cility or chain of such facilities must meet
20	standards for being an accountable entity
21	by complying with the criteria developed
22	under clause (ii).
23	"(ii) Criteria.—Not later than the
24	date that is 2 years after such date of en-
25	actment, the Secretary, in consultation

with the General Counsel of the Depart-1 ment of Health and Human Services and 2 3 the Inspector General of the Department of Health and Human Services, shall de-1 velop criteria to define accountability re-5 quirements applicable to facilities and 6 7 chains of such facilities. Such criteria shall-"(I) include standards for sub-10 mission of annual independent audits 11 for facilities that are part of a group 12 under common ownership or control. whether publicly or privately held and 13 14 which have annual revenues of 15 \$50,000,000 or more in the aggregate as a group; and 16 17 "(II) require new owners of a facility to provide proof of financial abil-18 19 ity to operate the facility, including documentation of projected revenue 20 21 and expenses for the first 12 months 22 of operation of the facility. 23 "(iii) Rule of Construction.—The 24 criteria developed under clause (ii), and 25 any requirements to submit information

1	under such criteria, shall be in addition to
2	any information the Secretary otherwise
3	requires providers to submit on the owner-
4	ship and operation of nursing facilities (in-
5	cluding information required to be sub-
6	mitted or reported under subparagraph
7	(D) or (E)).".
8	SEC. 103. NURSING HOME COMPARE MEDICARE WEBSITE.
9	(a) Skilled Nursing Facilities.—
10	(1) In General.—Section 1819 of the Social
11	Security Act (42 U.S.C. 1395i-3) is amended—
12	(A) by redesignating subsection (i) as sub-
13	section (j); and
14	(B) by inserting after subsection (h) the
15	following new subsection:
16	"(i) Nursing Home Compare Website.—
17	"(1) INCLUSION OF ADDITIONAL INFORMA-
18	TION.—
19	"(A) IN GENERAL.—The Secretary shall
20	ensure that the Department of Health and
21	Human Services includes, as part of the infor-
22	mation provided for comparison of nursing
23	homes on the official Internet website of the
24	Federal Government for Medicare beneficiaries
25	(commonly referred to as the 'Nursing Home

1	Compare' Medicare website) (or a successor
2	website), the following information in a manner
3	that is prominent, easily accessible, readily un-
4	derstandable to consumers of long-term care
5	services, and searchable:
6	"(i) Information that is reported to
7	the Secretary under subparagraph (E) of
8	subsection (d)(1) and information sub-
9	mitted with respect to accountability re-
10	quirements applicable to facilities and
11	chains of facilities under subparagraph (F)
12	of such subsection.
13	"(ii) Information on the Special
14	Focus Facility program (or a successor
15	program) established by the Centers for
16	Medicare & Medicaid Services, according to
17	procedures established by the Secretary.
18	Such procedures shall provide for the in-
19	clusion of information with respect to, and
20	the names and locations of, those facilities
21	that—
22	"(I) have been enrolled in the
23	program;
24	"(II) are enrolled in the program
25	and have failed to make cignificant

1	progress within 18 months after such
2	enrollment; and
3	"(III) have closed voluntarily or
4	whose participation under this title
5	has been terminated by the Secretary.
6	"(iii) Staffing data for each facility
7	(including resident census data and data
8	on the hours of care provided per resident
9	per day) based on data submitted under
10	subsection (b)(8)(C)(ii), including informa-
11	tion on staffing turnover and tenure, in a
12	format that is clearly understandable to
13	consumers of long-term care services and
14	allows such consumers to compare dif-
15	ferences in staffing between facilities.
16	"(iv) Links to State Internet websites
17	with information regarding State survey
18	and certification programs, links to Form
19	2567 State inspection reports (or a suc-
20	cessor form) on such websites, information
21	to guide consumers in how to interpret and
22	understand such reports, and the facility
23	plan of correction or other response to
24	such report.

1	"(v) The standardized complaint form
2	developed under subsection (f)(8), includ-
3	ing explanatory material on what com-
1	plaint forms are, how they are used, and
5	how to file a complaint with the State sur-
6	vey and certification program and the
7	State long-term care ombudsman program.
8	"(vi) A summary of information on
9	enforcement that includes remedies pro-
10	posed and imposed by the Secretary with
11	respect to a skilled nursing facility during
12	the preceding 3 years.
13	"(B) DEADLINE FOR PROVISION OF INFOR-
14	MATION.—
15	"(i) In general.—Except as pro-
16	vided in clause (ii), the Secretary shall en-
17	sure that the information described in sub-
18	paragraph (A) is included on such website
19	(or a successor website) not later than 1
20	year after the date of enactment of this
21	subsection.
22	"(ii) Exceptions.—
23	"(I) OWNERSHIP AND AFFILI-
24	ATED PARTIES AND ACCOUNTABILITY
25	REQUIREMENTS INFORMATION.—The

1	Secretary shall ensure that the infor-
2	mation described in subparagraph
3	(A)(i) is included on such website (or
4	a successor website) not later than the
5	date on which the requirements under
6	subparagraphs (E) and (F), respec-
7	tively, of subsection (d)(1) are imple-
8	mented.
9	"(II) STAFFING DATA.—The Sec-
10	retary shall ensure that the informa-
11	tion described in subparagraph
12	(A)(iii) is included on such website (or
13	a successor website) not later than the
14	date on which the requirement under
15	subsection $(b)(8)(C)(ii)$ is imple-
16	mented.
17	"(2) REVIEW AND MODIFICATION OF
18	WEBSITE.—
19	"(A) IN GENERAL.—The Secretary shall
20	establish a process—
21	"(i) to review the accuracy, clarity of
22	presentation, timeliness, and comprehen-
23	siveness of information reported on such
24	website as of the day before the date of en-
25	actment of this subsection; and

1	"(ii) not later than 1 year after the
2	date of enactment of this subsection, to
3	modify or revamp such website in accord-
4	ance with the review conducted under
5	clause (i).
6	"(B) Consultation.—In conducting the
7	review under subparagraph $(\Lambda)(i)$, the Sec-
8	retary shall consult with—
9	"(i) State long-term care ombudsman
10	programs;
11	"(ii) consumer advocacy groups;
12	"(iii) provider stakeholder groups: and
13	"(iv) any other representatives of pro-
14	grams or groups the Secretary determines
15	appropriate.".
16	(2) Timeliness of submission of survey
17	AND CERTIFICATION INFORMATION.—
18	(A) IN GENERAL.—Section 1819(g)(5) of
19	the Social Security Act (42 U.S.C. 1395i-
20	3(g)(5)) is amended by adding at the end the
21	following new subparagraph:
22	"(E) Submission of survey and cer-
23	TIFICATION INFORMATION TO THE SEC-
24	RETARY.—In order to improve the timeliness of
25	information made available to the public under

1	subparagraph (A) and provided on the Nursing
2	Home Compare Medicare website under sub-
3	section (i), each State shall submit information
4	respecting any survey or certification made re-
5	specting a skilled nursing facility (including any
6	enforcement actions taken by the State) to the
7	Secretary not later than the date on which the
8	State sends such information to the facility.
9	The Secretary shall use the information sub-
10	mitted under the preceding sentence to update
11	the information provided on the Nursing Home
12	Compare Medicare website as expeditiously as
13	practicable.''.
14	(B) Effective date.—The amendment
15	made by this paragraph shall take effect 1 year
16	after the date of enactment of this Act.
17	(b) Nursing Facilities.—
18	(1) In General.—Section 1919 of the Social
19	Security Act (42 U.S.C. 1396r) is amended—
20	(A) by redesignating subsection (i) as sub-
21	section (j); and
22	(B) by inserting after subsection (h) the
23	following new subsection:
24	"(i) Nursing Home Compare Website.—

1	"(1) Inclusion of additional informa-
2	TION.—
3	"(A) IN GENERAL.—The Secretary shall
4	ensure that the Department of Health and
5	Human Services includes, as part of the infor-
6	mation provided for comparison of nursing
7	homes on the official Internet website of the
8	Federal Government for Medicare beneficiaries
9	(commonly referred to as the 'Nursing Home
10	Compare' Medicare website) (or a successor
11	website), the following information in a manner
12	that is prominent, easily accessible, readily un-
13	derstandable to consumers of long-term care
14	services, and searchable:
15	"(i) Information that is reported to
16	the Secretary under subparagraph (E) of
17	subsection (d)(1) and information sub-
18	mitted with respect to accountability re-
19	quirements applicable to facilities and
20	chains of facilities under subparagraph (F)
21	of such subsection.
22	"(ii) Information on the Special
23	Focus Facility program' (or a successor
24	program) established by the Centers for
25	Medicare & Medicaid Services, according to

1	procedures established by the Secretary.
2	Such procedures shall provide for the in-
3	clusion of information with respect to, and
4	the names and locations of, those facilities
5	that—
6	"(I) have been enrolled in the
7	program;
8	"(II) are enrolled in the program
9	and have failed to make significant
10	progress within 18 months after such
11	enrollment; and
12	"(III) have closed voluntarily or
13	whose participation under this title
14	has been terminated by the Secretary.
15	"(iii) Staffing data for each facility
16	(including resident census data and data
17	on the hours of care provided per resident
18	per day) based on data submitted under
19	subsection (b)(8)(C)(ii), including informa-
20	tion on staffing turnover and tenure, in a
21	format that is clearly understandable to
22	consumers of long-term care services and
23	allows such consumers to compare dif-
24	ferences in staffing between facilities.

1	"(iv) Links to State Internet websites
2	with information regarding State survey
3	and certification programs, links to Form
4	2567 State inspection reports (or a suc-
5	cessor form) on such websites, information
6	to guide consumers in how to interpret and
7	understand such reports, and the facility
8	plan of correction or other response to
9	such report.
10	"(v) The standardized complaint form
11	developed under subsection (f)(10), includ-
12	ing explanatory material on what com-
13	plaint forms are, how they are used, and
14	how to file a complaint with the State sur-
15	vey and certification program and the
16	State long-term care ombudsman program.
17	"(vi) A summary of information on
18	enforcement that includes remedies pro-
19	posed and imposed by the Secretary or a
20	State with respect to a nursing facility
21	during the preceding 3 years.
22	"(B) DEADLINE FOR PROVISION OF INFOR-
23	MATION.—
24	"(i) In general.—Except as pro-
25	vided in clause (ii), the Secretary shall en-

1 sure that the information described in sub-2 paragraph (A) is included on such website 3 (or a successor website) not later than 1 4 year after the date of enactment of this subsection. 5 "(ii) Exceptions.— 6 7 "(I) OWNERSHIP AND AFFILI-ATED PARTIES AND ACCOUNTABILITY 9 REQUIREMENTS INFORMATION.—The 10 Secretary shall ensure that the information described in subparagraph 11 12 (A)(i) is included on such website (or 13 a successor website) not later than the date on which the requirements under 14 15 subparagraph (E) and (F), respectively, of subsection (d)(1) are imple-16 17 mented. "(II) STAFFING DATA.—The Sec-18 19 retary shall ensure that the informa-20 tion described in subparagraph 21 (A)(iii) is included on such website (or a successor website) not later than the 22 23 date on which the requirement under (b)(8)(C)(ii) is 24 subsection imple-

mented.

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1	"(2) REVIEW AND MODIFICATION OF
2	WEBSITE.—
3	"(A) In General.—The Secretary shall
4	establish a process—
5	"(i) to review the accuracy, clarity of
6	presentation, timeliness, and comprehen-
7	siveness of information reported on such
8	website as of the day before the date of en-
9	actment of this subsection; and
10	"(ii) not later than 1 year after the
11	date of enactment of this subsection, to
12	modify or revamp such website in accord-
13	ance with the review conducted under
14	clause (i).
15	"(B) Consultation.—In conducting the
16	review under subparagraph (A)(i), the Sec-
17	retary shall consult with—
18	"(i) State long-term care ombudsman
19	programs;
20	"(ii) consumer advocacy groups;
21	"(iii) provider stakeholder groups; and
22	"(iv) any other representatives of pro-
23	grams or groups the Secretary determines
24	appropriate.".

1	(2) Timeliness of submission of survey
2	AND CERTIFICATION INFORMATION.—
3	(A) In General.—Section 1919(g)(5) of
4	the Social Security Act (42 U.S.C. 1396r(g)(5))
5	is amended by adding at the end the following
6	new subparagraph:
7	"(E) Submission of survey and cer-
8	TIFICATION INFORMATION TO THE SEC-
9	RETARY.—In order to improve the timeliness of
10	information made available to the public under
11	subparagraph (A) and provided on the Nursing
12	Home Compare Medicare website under sub-
13	section (i), each State shall submit information
14	respecting any survey or certification made re-
15	specting a nursing facility (including any en-
16	forcement actions taken by the State) to the
17	Secretary not later than the date on which the
18	State sends such information to the facility.
19	The Secretary shall use the information sub-
20	mitted under the preceding sentence to update
21	the information provided on the Nursing Home
22	Compare Medicare website as expeditiously as
23	practicable.".

1	(B) EFFECTIVE DATE.—The amendment
2	made by this paragraph shall take effect 1 year
3	after the date of enactment of this Act.
4	(c) Availability of Reports on Surveys, Cer-
5	TIFICATIONS, AND COMPLAINT INVESTIGATIONS.—
6	(1) SKILLED NURSING FACILITIES.—Section
7	1819(d)(1) of the Social Security Act (42 U.S.C.
8	1395i-3(d)(1)), as amended by section 102, is
9	amended by adding at the end the following new
10	subparagraph:
11	"(G) AVAILABILITY OF SURVEY, CERTIFI-
12	CATION, AND COMPLAINT INVESTIGATION RE-
13	PORTS.—A skilled nursing facility must—
14	"(i) have reports with respect to any
15	surveys, certifications, and complaint in-
16	vestigations made respecting the facility
17	during the 3 preceding years available for
18	any individual to review upon request; and
19	"(ii) post notice of the availability of
20	such reports in areas of the facility that
21	are prominent and accessible to the pub-
22	lic.''.
23	(2) Nursing facilities.—Section 1919(d)(1)
24	of the Social Security Act (42 U.S.C. 1396r(d)(1)).

1	as amended by section 102, is amended by adding
2	at the end the following new subparagraph:
3	"(G) AVAILABILITY OF SURVEY, CERTIFI-
4	CATION, AND COMPLAINT INVESTIGATION RE-
5	PORTS.—A nursing facility must—
6	"(i) have reports with respect to any
7	surveys, certifications, and complaint in-
8	vestigations made respecting the facility
9	during the 3 preceding years available for
10	any individual to review upon request; and
11	"(ii) post notice of the availability of
12	such reports in areas of the facility that
13	are prominent and accessible to the pub-
14	lic.''.
15	(3) Effective date.—The amendments made
16	by this subsection shall take effect 1 year after the
17	date of enactment of this Act.
18	(d) Guidance to States on Form 2567 State In-
19	SPECTION REPORTS AND COMPLAINT INVESTIGATION RE-
20	PORTS.—
21	(1) GUIDANCE.—The Secretary shall provide
22	guidance to States on how States can establish elec-
23	tronic links to Form 2567 State inspection reports
24	(or a successor form), complaint investigation re-
25	ports, and a facility's plan of correction or other re-

1	sponse to such Form 2567 State inspection reports
2	(or a successor form) on the Internet website of the
3	State that provides information on skilled nursing
4	facilities and nursing facilities.
5	(2) Definitions.—In this subsection:
6	(A) NURSING FACILITY.—The term "nurs-
7	ing facility" has the meaning given such term
8	in section 1919(a) of the Social Security Act
9	(42 U.S.C. 1396r(a)).
0	(B) Secretary.—The term "Secretary"
1	means the Secretary of Health and Human
2	Services.
3	(C) SKILLED NURSING FACILITY.—The
4	term "skilled nursing facility" has the meaning
.5	given such term in section 1819(a) of the Social
6	Security Act (42 U.S.C. 1395i-3(a)).
7	SEC. 104. REPORTING OF EXPENDITURES.
8	Section 1888 of the Social Security Act (42 U.S.C.
9	1395yy) is amended by adding at the end the following
20	new subsection:
21	"(f) Reporting of Expenditures.—
22	"(1) In general.—For cost reports submitted
23	for cost reporting periods beginning on or after the
24	date that is 1 year after the date of enactment of
25	this subsection, skilled nursing facilities shall sepa-

	30
1	rately report expenditures for wages and benefits for
2	nursing staff (by staff level, breaking out (at a min-
3	imum) registered nurses, licensed professional
4	nurses, and certified nurse assistants).
5	"(2) Modification of form.—The Secretary,
6	in consultation with private sector accountants expe-
7	rienced with Medicare and Medicaid nursing facility
8	home cost reports, shall redesign such reports to
9	meet the requirement of paragraph (1).
10	"(3) Categorization.—The Secretary, work-
11	ing in consultation with the Medicare Payment Advi-
12	sory Commission, the Inspector General of the De-
13	partment of Health and Human Services, and other
14	expert parties the Secretary determines appropriate,
15	shall take the expenditures listed on cost reports
16	submitted by skilled nursing facilities and categorize
17	such expenditures into the following categories on an
18	annual basis:
19	"(A) Spending on direct care services (in-
20	cluding nursing, therapy, and non-ancillary
21	therapy services).

"(B) Spending on indirect care (including

housekeeping, dietary, and other related serv-

ices).

22

23

24

1	"(C) Capital costs (including building and
2	land costs).
3	"(D) Administrative costs.
4	"(4) Availability of information sub-
5	MITTED.—The Secretary shall establish procedures
6	to make information on expenditures submitted
7	under this subsection readily available to interested
8	parties upon request, subject to such requirements
9	as the Secretary may specify under the procedures
10	established under this paragraph.".
11	SEC. 105. STANDARDIZED COMPLAINT FORM.
12	(a) Skilled Nursing Facilities.—
13	(1) Development by the secretary.—Sec-
14	tion 1819(f) of the Social Security Act (42 U.S.C.
15	1395i-3(f)) is amended by adding at the end the fol-
16	lowing new paragraph:
17	"(8) STANDARDIZED COMPLAINT FORM.—The
18	Secretary shall develop a standardized complaint
19	form for use by a resident (or a person acting on the
20	resident's behalf) in filing a complaint with a State
21	survey and certification agency and a State long-
22	term care ombudsman program with respect to a
23	skilled nursing facility.''.
24	(2) State requirements.—Section 1819(e)
25	of the Social Security Act (42 U.S.C. 1395i-3(e)) is

1	amended by adding at the end the following new
2	paragraph:
3	"(6) Complaint forms and resolution
4	PROCESSES.—
5	"(A) Complaint forms.—The State must
6	make the standardized complaint form devel-
7	oped under subsection (f)(8) available upon re-
8	quest to—
9	"(i) a resident of a skilled nursing fa-
10	cility; and
11	"(ii) any person acting on the resi-
12	dent's behalf.
13	"(B) Complaint resolution process.—
14	The State must establish a complaint resolution
15	process in order to ensure that the legal rep-
16	resentative of a resident of a skilled nursing fa-
17	cility or other responsible party is not denied
18	access to such resident or otherwise retaliated
19	against if they have complained about the qual-
20	ity of care provided by the facility or other
21	issues relating to the facility. Such complaint
22	resolution process shall include—
23	"(i) procedures to assure accurate
24	tracking of complaints received, including

1	notification to the complainant that a com-
2	plaint has been received;
3	"(ii) procedures to determine the like-
4	ly severity of a complaint and for the in-
5	vestigation of the complaint; and
6	"(iii) deadlines for responding to a
7	complaint and for notifying the complain-
8	ant of the outcome of the investigation.
9	"(C) Rule of Construction.—Nothing
10	in this paragraph shall be construed as pre-
11	venting a resident of a skilled nursing facility
12	(or a person acting on the resident's behalf)
13	from submitting a complaint in a manner or
14	format other than by using the standardized
15	complaint form developed under subsection
16	(f)(8) (including submitting a complaint oral-
17	ly).''.
18	(b) Nursing Facilities.—
19	(1) Development by the secretary.—Sec-
20	tion 1919(f) of the Social Security Act (42 U.S.C.
21	1395i-3(f)) is amended by adding at the end the fol-
22	lowing new paragraph:
23	"(10) Standardized complaint form.—The
24	Secretary shall develop a standardized complaint
25	form for use by a resident (or a person actine on the

1	resident's behalf) in filing a complaint with a State
2	survey and certification agency and a State long-
3	term care ombudsman program with respect to a
4	nursing facility.".
5	(2) State requirements.—Section 1919(e)
6	of the Social Security Act (42 U.S.C. 1395i-3(e)) is
7	amended by adding at the end the following new
8	paragraph:
9	"(8) Complaint forms and resolution
10	PROCESSES.—
11	"(A) Complaint forms.—The State must
12	make the standardized complaint form devel-
13	oped under subsection (f)(10) available upon re-
14	quest to—
15	"(i) a resident of a nursing facility;
16	and
17	"(ii) any person acting on the resi-
18	dent's behalf.
19	"(B) Complaint resolution process.—
20	The State must establish a complaint resolution
21	process in order to ensure that the legal rep-
22	resentative of a resident of a nursing facility or
23	other responsible party is not denied access to
24	such resident or otherwise retaliated against if
25	they have complained about the quality of care

1	provided by the facility or other issues relating
2	to the facility. Such complaint resolution proc-
3	ess shall include—
4	"(i) procedures to assure accurate
5	tracking of complaints received, including
6	notification to the complainant that a com-
7	plaint has been received;
8	"(ii) procedures to determine the like-
9	ly severity of a complaint and for the in-
10	vestigation of the complaint; and
1	"(iii) deadlines for responding to a
12	complaint and for notifying the complain-
13	ant of the outcome of the investigation.
14	"(C) Rule of Construction.—Nothing
15	in this paragraph shall be construed as pre-
16	venting a resident of a nursing facility (or a
17	person acting on the resident's behalf) from
18	submitting a complaint in a manner or format
19	other than by using the standardized complaint
20	form developed under subsection (f)(10) (in-
21	cluding submitting a complaint orally).".
22	(c) Effective Date.—The amendments made by
23	this section shall take effect 1 year after the date of enact-
1	ment of this Act

1	SEC. 106. ENSURING STAFFING ACCOUNTABILITY.
2	(a) Skilled Nursing Facilities.—Section
3	1819(b)(8) of the Social Security Act (42 U.S.C. 1395i-
4	3(b)(8)) is amended by adding at the end the following
5	new subparagraph:
6	"(C) Submission of staffing informa-
7	TION BASED ON PAYROLL DATA IN A UNIFORM
8	FORMAT.—
9	"(i) Design Phase.—
0	"(I) IN GENERAL.—The Sec-
. 1	retary shall establish a program for
2	skilled nursing facilities to report
3	staffing information (including infor-
4	mation with respect to agency and
5	contract staff) based on payroll data.
6	Such program shall be conducted for
7	a 1-year period beginning on the date
8	of enactment of this subparagraph.
9	"(II) Report.—Not later than 6
20	months after the completion of the
21	program established under subclause
22	(I), the Secretary shall submit a re-
23	port to Congress containing the re-
24	sults of the program.
25	"(ii) Submission of staffing in-
26	FORMATION.—Beginning not later than 1

1	year after the completion of the program
2	established under clause (i)(I), the Sec-
3	retary shall require a skilled nursing facil-
4	ity to electronically submit to the Secretary
5	nurse staffing information (including infor-
6	mation with respect to agency and contract
7	staff) based on payroll data in a uniform
8	format (according to specifications estab-
9	lished by the Secretary). Such specifica-
10	tions shall require that the information
11	submitted under the preceding sentence—
12	"(I) specify the category of work
13	a certified employee performs (such as
14	whether the employee is a registered
15	nurse, licensed practical nurse, li-
16	censed vocational nurse, or certified
17	nursing assistant);
18	"(II) include resident census
19	data;
20	"(III) include a regular reporting
21	schedule; and
22	"(IV) include information on em-
23	ployee turnover and tenure and on the
24	hours of care provided by each cat-

1	egory of certified employees referenced
2	in subclause (I) per resident per day."
3	(b) Nursing Facilities.—Section 1919(b)(8) of the
4	Social Security Act (42 U.S.C. 1396r(b)(8)) is amended
5	by adding at the end the following new subparagraph:
6	"(C) Submission of staffing informa-
7	TION BASED ON PAYROLL DATA IN A UNIFORM
8	FORMAT.—
9	"(i) Design Phase.—
0	"(I) IN GENERAL.—The Sec-
1	retary shall establish a program for
2	nursing facilities to report staffing in-
3	formation (including information with
4	respect to agency and contract staff)
5	based on payroll data. Such program
6	shall be conducted for a 1-year period
7	beginning on the date of enactment of
8	this subparagraph.
9	"(II) REPORT.—Not later than 6
20	months after the completion of the
21	program established under subclause
22	(I), the Secretary shall submit a re-
23	port to Congress containing the re-
24	sults of the program.

1	"(ii) Submission of staffing in-
2	FORMATION.—Beginning not later than 1
3	year after the completion of the program
4	established under clause (i)(I), the Sec-
5	retary shall require a nursing facility to
6	electronically submit to the Secretary
7	nurse staffing information (including infor-
8	mation with respect to agency and contract
9	staff) based on payroll data in a uniform
10	format (according to specifications estab-
11	lished by the Secretary). Such specifica-
12	tions shall require that the information
13	submitted under the preceding sentence—
14	"(I) specify the category of work
15	a certified employee performs (such as
16	whether the employee is a registered
17	nurse, licensed practical nurse, li-
18	censed vocational nurse, or certified
19	nursing assistant);
20	"(II) include resident census
21	data:
22	"(III) include a regular reporting
23	schedule; and
24	"(IV) include information on em-
25	ployee turnover and tenure and on the

1	hours of care provided by each cat-
2	egory of certified employees referenced
3	in subclause (I) per resident per day."
4	TITLE II—TARGETING
5	ENFORCEMENT
6	SEC. 201. CIVIL MONEY PENALTIES.
7	(a) Skilled Nursing Facilities.—
8	(1) IN GENERAL.—Section 1819(h)(2)(B)(ii) of
9	the Social Security Act (42 U.S.C. 1395i-
10	3(h)(2)(B)(ii)) is amended to read as follows:
11	"(ii) Authority with respect to
12	CIVIL MONEY PENALTIES.—
13	"(I) Amount.—Subject to sub-
14	clause (III), the Secretary may impose
15	a civil money penalty in the applicable
16	amount (as defined in subclause (II))
17	for each day or each instance of non-
18	compliance (as determined appro-
19	priate by the Secretary).
20	"(II) Applicable amount.—In
21	this clause, the term 'applicable
22	amount' means—
23	"(aa) in the case where the
24	deficiency results in the death of

1	a resident of the facility, an
2	amount not to exceed \$100,000;
3	"(bb) in the case of a defi-
4	ciency where the facility is cited
5	for actual harm or immediate
6	jeopardy, an amount not less
7	than \$3,000 and not more than
8	\$25,000; and
9	"(cc) in the case of any
10	other deficiency, an amount not
11	to exceed \$3,000.
12	"(III) REDUCTION OF CIVIL
13	MONEY PENALTIES IN CERTAIN CIR-
14	CUMSTANCES.—Subject to subclause
15	(IV), in the case where a facility self-
16	reports and promptly corrects a defi-
17	ciency for which a penalty was im-
18	posed under this clause not later than
19	10 calendar days after the date of
20	such imposition, the Secretary may
21	reduce the amount of the penalty im-
22	posed by not more than 50 percent.
23	"(IV) Prohibitions on reduc-
24	TION FOR CERTAIN DEFICIENCIES.—

1	"(aa) Керелт <u>рег</u> і
2	CIENCIES.—The Secretary may
3	not reduce the amount of a pen-
4	alty under subclause (III) if the
5	Secretary had reduced a penalty
6	imposed on the facility in the
7	preceding year under such sub-
8	clause with respect to a repeat
9	deficiency.
10	"(bb) CERTAIN OTHER DE-
11	FICIENCIES.—The Secretary may
12	not reduce the amount of a pen-
13	alty under subclause (III) if the
14	penalty is imposed for a defi-
15	ciency described in subclause
16	(II)(bb) and the actual harm is
17	found to result in a pattern of
18	harm or widespread harm that
19	immediately jeopardizes the
20	health or safety of a resident or
21	residents of the facility, or if the
22	penalty is imposed for a defi-
23	ciency described in subclause
24	(II)(aa).

1	"(V) COLLECTION OF CIVIL
2	MONEY PENALTIES.—In the case of a
3	civil money penalty imposed under
4	this clause for a deficiency described
5	in item (aa) or (bb) of subclause (II),
6	the Secretary—
7	"(aa) subject to item (bb),
8	shall provide the opportunity for
9	the facility to participate in an
10	informal dispute resolution proc-
11	ess prior to the collection of such
12	penalty;
13	"(bb) may provide for the
14	collection of such civil money
15	penalty and the placement of
16	such amounts collected in an es-
17	crow account on the earlier of the
18	date on which the informal dis-
19	pute resolution process under
20	item (aa) is completed or the
21	date that is 90 days after the
22	date of the imposition of the pen-
23	alty:
24	"(cc) may provide that such
25	amounts collected are kept in

1	such account pending the resolu-
2	tion of any appeals;
3	"(dd) in the case where the
4	facility successfully appeals the
5	penalty, may provide for the re-
6	turn of such amounts collected
7	(plus interest) to the facility; and
8	"(ee) in the case where all
9	such appeals are unsuccessful,
10	may provide that some portion of
11	such amounts collected may be
12	used to support activities that
13	benefit residents, including as-
14	sistance to support and protect
15	residents who reside in a facility
16	that closes (voluntarily or invol-
17	untarily) or is decertified (includ-
18	ing offsetting costs of relocating
19	residents to home and commu-
20	nity-based settings or another fa-
21	cility), and projects that support
22	resident and family councils and
23	other consumer involvement in
24	assuring quality care in facilities.

1	"(VI) PROCEDURE.—The provi-
2	sions of section 1128A (other than
3	subsections (a) and (b) and except to
4	the extent that such provisions require
5	a hearing prior to the imposition of a
6	civil money penalty in the case de-
7	scribed in subclause (V)) shall apply
8	to a civil money penalty under this
9	clause in the same manner as such
10	provisions apply to a penalty or pro-
11	ceeding under section 1128A(a).".
12	(2) CONFORMING AMENDMENT.—The second
13	sentence of section 1819(h)(5) of the Social Security
14	Act (42 U.S.C. 1395i-3(h)(5)) is amended by insert-
15	ing " $(ii)(\nabla)$," after " (i) ,".
16	(b) NURSING FACILITIES.—
17	(1) Penalties imposed by the state.—
18	(A) IN GENERAL.—Section 1919(h)(2) of
19	the Social Security Act (42 U.S.C. 1396r(h)(2))
20	is amended—
21	(i) in subparagraph (A)(ii), by strik-
22	ing the first sentence and inserting the fol-
23	lowing: "A civil money penalty in accord-
24	ance with subparagraph (G)."; and

1	(ii) by adding at the end the following
2	new subparagraph:
3	"(G) CIVIL MONEY PENALTIES.—
4	"(i) In general.—Subject to clause
5	(iii), the State may impose a civil money
6	penalty under subparagraph (A)(ii) in the
7	applicable amount for each day or each in-
8	stance of noncompliance (as determined
9	appropriate by the State).
10	"(ii) Definition of Applicable
11	AMOUNT.—In this subparagraph, the term
12	'applicable amount' means—
13	"(I) in the case where the defi-
14	ciency results in the death of a resi-
15	dent of the facility, an amount not to
16	exceed \$100,000;
17	"(II) in the case of a deficiency
18	where the facility is cited for actual
19	harm or immediate jeopardy, an
20	amount not less than \$3,000 and not
21	more than \$25,000; and
22	"(III) in the case of any other
23	deficiency, an amount not to exceed
24	\$3,000.

1 "(iii) Reduction of civil money
2 PENALTIES IN CERTAIN CIR-
3 CUMSTANCES.—Subject to clause (iv), ir
4 the case where a facility self-reports and
promptly corrects a deficiency for which ε
6 penalty was imposed under subparagraph
7 (A)(ii) not later than 10 calendar days
8 after the date of such imposition, the State
may reduce the amount of the penalty im-
posed by not more than 50 percent.
1 "(iv) Prohibition on reduction
2 for certain deficiencies.—
3 "(I) Repeat deficiencies.—
The State may not reduce the amount
of a penalty under clause (iii) if the
6 State had reduced a penalty imposed
on the facility in the preceding year
8 under such clause with respect to a
9 repeat deficiency.
0 "(II) CERTAIN OTHER DEFI-
1 CIENCIES.—The State may not reduce
2 the amount of a penalty under clause
3 (iii) if the penalty is imposed for a de-
ficiency described in clause (ii)(II)
5 and the actual harm is found to result

1	in a pattern of harm or widespread
2	harm that immediately jeopardizes the
3	health or safety of a resident or resi-
4	dents of the facility, or if the penalty
5	is imposed for a deficiency described
6	in clause (ii)(I).
7	"(v) Collection of Civil Money
8	PENALTIES.—In the case of a civil money
9	penalty imposed under subparagraph
10	(A)(ii) for a deficiency described in sub-
11	clause (I) or (II) of clause (ii), the State—
12	"(I) subject to subclause (II),
13	shall provide the opportunity for the
14	facility to participate in an informal
15	dispute resolution process prior to the
16	collection of such penalty;
17	"(II) may provide for the collec-
18	tion of such civil money penalty and
19	the placement of such amounts col-
20	lected in an escrow account on the
21	earlier of the date on which the infor-
22	mal dispute resolution process under
23	subclause (I) is completed or the date
24	that is 90 days after the date of the
25	imposition of the penalty;

1	"(III) may provide that such
2	amounts collected are kept in such ac-
3	count pending the resolution of any
4	appeals:
5	"(IV) in the case where the facil-
6	ity successfully appeals the penalty.
7	may provide for the return of such
8	amounts collected (plus interest) to
9	the facility: and
10	"(V) in the case where all such
11	appeals are unsuccessful, may provide
12	that such funds collected shall be used
13	for the purposes described in the sec-
14	ond sentence of subparagraph
15	(A)(ii)
16	(B) CONFORMING AMENDMENT.—The sec-
17	ond sentence of section $1919(h)(2)(A)(ii)$ is
18	amended by inserting ". and some portion of
19	such funds may be used to support activities
20	that benefit residents, including assistance to
21	support and protect residents who reside in a
22	facility that closes (voluntarily or involuntarily)
23	or is decertified (including offsetting costs of re-
24	locating residents to home and community-

based settings or another facility), and projects

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1	that support resident and family councils and
2	other consumer involvement in assuring quality
3	care in facilities" before the period at the end.
4	(2) Penalties imposed by the sec-
5	RETARY.—
6	(A) IN GENERAL.—Section
7	1919(h)(3)(C)(ii) of the Social Security Act (42
8	U.S.C. 1396r(h)(3)(C)) is amended to read as
9	follows:
10	"(ii) Authority with respect to
11	CIVIL MONEY PENALTIES.—
12	"(I) Amount.—Subject to sub-
13	clause (III), the Secretary may impose
14	a civil money penalty in the applicable
15	amount (as defined in subclause (II))
16	for each day or each instance of non-
17	compliance (as determined appro-
18	priate by the Secretary).
19	"(II) APPLICABLE AMOUNT.—In
20	this clause, the term 'applicable
21	amount' means—
22	"(aa) in the case where the
23	deficiency results in the death of
24	a resident of the facility, an
25	amount not to exceed \$100,000;

1	"(bb) in the case of a defi-
2	ciency where the facility is cited
3	for actual harm or immediate
4	jeopardy, an amount not less
5	than \$3.000 and not more than
6	\$25.000: and
7	"(cc) in the case of any
8	other deficiency, an amount not
9	to exceed \$3.000.
10	"(III) REDUCTION OF CIVIL
11	MONEY PENALTIES IN CERTAIN CIR-
12	CUMSTANCES.—Subject to subclause
13	(IV), in the case where a facility self-
14	reports and promptly corrects a defi-
15	ciency for which a penalty was im-
16	posed under this clause not later than
17	10 calendar days after the date of
18	such imposition, the Secretary may
19	reduce the amount of the penalty im-
20	posed by not more than 50 percent.
21	"(IV) PROHIBITIONS ON REDUC-
22	TION FOR CERTAIN DEFICIENCIES.—
23	"(aa) Repeat defi-
24	CIENCIES.—The Secretary may
25	not reduce the amount of a pen-

alty under subclause (III) if th	1
Secretary had reduced a penalt	2
imposed on the facility in th	3
preceding year under such sub	4
clause with respect to a repea	5
deficiency.	6
"(bb) CERTAIN OTHER DE	7
FICIENCIES.—The Secretary may	8
not reduce the amount of a pen	9
alty under subclause (III) if th	10
penalty is imposed for a defi	11
ciency described in subclaus	12
(II)(bb) and the actual harm i	13
found to result in a pattern of	14
harm or widespread harm tha	15
immediately jeopardizes the	16
health or safety of a resident o	17
residents of the facility, or if the	18
penalty is imposed for a defi	19
ciency described in subclaus	20
(II)(aa).	21
"(V) Collection of Civil	22
MONEY PENALTIES.—In the case of	23
civil money penalty imposed under	24
this clause for a deficiency described	25

1	in item (aa) or (bb) of subclause (II),
2	the Secretary—
3	"(aa) subject to item (bb),
4	shall provide the opportunity for
5	the facility to participate in an
6	informal dispute resolution proc-
7	ess prior to the collection of such
8	penalty;
9	"(bb) may provide for the
10	collection of such civil money
11	penalty and the placement of
12	such amounts collected in an es-
13	crow account on the earlier of the
14	date on which the informal dis-
15	pute resolution process under
16	item (aa) is completed or the
17	date that is 90 days after the
18	date of the imposition of the pen-
19	alty:
20	"(cc) may provide that such
21	amounts collected are kept in
22	such account pending the resolu-
23	tion of any appeals;
24	"(dd) in the case where the
25	facility successfully appeals the

1	penalty, may provide for the re-
2	turn of such amounts collected
3	(plus interest) to the facility; and
4	"(ce) in the case where all
5	such appeals are unsuccessful,
6	may provide that some portion of
7	such amounts collected may be
8	used to support activities that
9	benefit residents, including as-
10	sistance to support and protect
11	residents who reside in a facility
12	that closes (voluntarily or invol-
13	untarily) or is decertified (includ-
14	ing offsetting costs of relocating
15	residents to home and commu-
16	nity-based settings or another fa-
17	cility), and projects that support
18	resident and family councils and
19	other consumer involvement in
20	assuring quality care in facilities.
21	"(VI) Procedure.—The provi-
22	sions of section 1128A (other than
23	subsections (a) and (b) and except to
24	the extent that such provisions require
25	a hearing prior to the imposition of a

1	civil money penalty in the case de-
2	scribed in subclause (V)) shall apply
3	to a civil money penalty under this
4	clause in the same manner as such
5	provisions apply to a penalty or pro-
6	ceeding under section 1128A(a).".
7	(B) Conforming Amendment.—Section
8	1919(h)(5)(8) of the Social Security Act (42
9	U.S.C. 1396r(h)(5)(8)) is amended by inserting
10	''(ii)(V),'' after ''(i),''.
11	(c) Effective Date.—The amendments made by
12	this section shall take effect 1 year after the date of enact-
13	ment of this Act.
14	SEC. 202. GAO STUDY AND REPORT ON THE RELATIVE FI-
15	NANCIAL STATUS AND PERFORMANCE OF
16	SPECIAL FOCUS FACILITIES.
17	(a) Study.—
18	(1) IN GENERAL.—The Comptroller General of
19	the United States shall conduct a study on the fi-
20	nancial status, resident care, and performance of
21	skilled nursing facilities and nursing facilities in the
22	Special Focus Facility program (or a successor pro-
23	gram) established by the Centers for Medicare &
24	Medicaid Services relative to a comparable sample of
25	facilities that are not in such program. Such study

1	shall include an examination of the ownership and
2	control interests, and any affiliated parties, of the
3	facilities studied (as applicable).
4	(2) Definitions.—In this section:
5	(A) Nursing facility.—The term "nurs-
6	ing facility" has the meaning given such term
7	in section 1919(a) of the Social Security Act
8	(42 U.S.C. 1396r(a)).
9	(B) Secretary.—The term "Secretary"
0	means the Secretary of Health and Human
1	Services.
2	(C) Skilled nursing facility.—The
3	term "skilled nursing facility" has the meaning
4	given such term in section 1819(a) of the Social
5	Security Act (42 U.S.C. 1395(a)).
6	(b) REPORT.—Not later than 1 year after the date
7	of enactment of this Act, the Comptroller General of the
8	United States shall submit a report to Congress and the
9	Secretary containing the results of the study conducted
20	under subsection (a), together with recommendations for
21	such legislation and administrative action as the Comp-
2	troller General determines appropriate

1	SEC. 203. NATIONAL INDEPENDENT MONITOR PROGRAM.
2	(a) Skilled Nursing Facilities.—Section
3	1819(h) of the Social Security Act (42 U.S.C. 1395i-
4	3(h)(2) is amended—
5	(1) by redesignating paragraphs (5) and (6) as
6	paragraphs (6) and (7) , respectively; and
7	(2) by inserting after paragraph (4) the fol-
8	lowing new paragraph:
9	"(5) NATIONAL INDEPENDENT MONITOR PRO-
10	GRAM.—
11	"(A) IN GENERAL.—Not later than 1 year
12	after the date of enactment of this paragraph,
13	the Secretary, in consultation with the Inspec-
14	tor General of the Department of Health and
15	Human Services, shall develop, test, and imple-
16	ment a protocol for the establishment of an
17	independent monitoring program to oversee
18	interstate and large intrastate chains of skilled
19	nursing facilities. Such program shall be de-
20	signed to analyze such chains in 1 or more of
21	the following instances:
22	"(i) Where 3 or more facilities of the
23	chain were enrolled in the Special Focus
24	Facility program' (or a successor program)
25	established by the Centers for Medicare &

1	Medicaid Services during the preceding 3
2	vears.
3	"(ii) Where the chain has been experi-
4	encing financial problems that may be
5	linked to serious quality deficiencies.
6	"(iii) Where the chain has a record of
7	chronic poor performance.
8	"(B) RESPONSIBILITIES.—The inde-
9	pendent monitoring program established under
10	subparagraph (A) shall include the following re-
11	sponsibilities:
12	"(i) Conducting periodic reviews and
13	preparing root-cause quality and deficiency
14	analyses of a chain described in such sub-
15	paragraph to assess compliance by the
16	chain with State and Federal laws and reg-
17	ulations.
18	"(ii) Conducting oversight of efforts
19	by such a chain, whether publicly or pri-
20	vately held, to achieve compliance with
21	State and Federal laws and regulations.
22	"(iii) Analyzing the management
23	structure, distribution of expenditures, and
24	nurse staffing levels of facilities of such a

1	chain in relation to resident census, staff
2	turnover rates, and tenure.
3	"(iv) Reporting findings and rec-
4	ommendations with respect to such re-
5	views, analyses, and oversight to the chain
6	and facilities of the chain, to the Secretary,
7	and to relevant States.
8	"(v) Publishing the results of such re-
9	views, analyses, and oversight.
10	"(C) Implementation of recommenda-
11	TIONS.—
12	"(i) Receipt of finding by
13	CHAIN.—Not later than 10 days after re-
14	ceipt of a finding reported under subpara-
15	graph (B)(iv), the chain shall submit a re-
16	port to the independent monitor—
17	"(I) outlining corrective actions
18	to be taken by the chain to implement
19	the recommendations in such report;
20	Ol
21	"(II) indicating that the chain
22	will not implement such recommenda-
23	tions, and why it will not do so.
24	"(ii) Receipt of report by inde-
25	PENDENT MONITOR —Not later than 10

1	days after receipt of the report submitted
2	by the chain under clause (i), the inde-
3	pendent monitor shall finalize its rec-
4	ommendations and submit a report to the
5	chain and facilities of the chain, the Sec-
6	retary, and the State or States, as appro-
7	priate, containing such final recommenda-
8	tions.
9	"(iii) CIVIL MONEY PENALTY.—The
0	Secretary may impose a civil money pen-
1	alty under subsection (h)(2)(B)(ii) on a
2	chain that fails to respond to or to take
3	corrective actions to implement the rec-
4	ommendations of the independent monitor
5	in accordance with this subparagraph.
6	"(D) Cost of appointment.—A chain
7	shall be responsible for all costs associated with
8	the appointment of independent monitors under
9	the program under this paragraph. The chain
20	shall pay such costs to the Secretary (in accord-
21	ance with procedures established by the Sec-
22	retary).
23	"(E) EVALUATION AND REPORT.—
24	"(i) EVALUATION.—The Inspector
25	General of the Department of Health and

1	Human Services shall evaluate the inde-
2	pendent monitoring program under this
3	paragraph.
4	"(ii) Report.—Not later than 2
5	years after the implementation of such pro-
6	gram under subparagraph (A) , the Inspec-
7	tor General shall submit a report to Con-
8	gress containing the results of the evalua-
9	tion conducted under clause (i), together
10	with recommendations for such legislation
11	and administrative action as the Inspector
12	General determines appropriate.
13	"(F) Intermediate remedy.—The ap-
14	pointment of an independent monitor shall be
15	an intermediate remedy that may be in addition
16	to or in lieu of other remedies under this sub-
17	section.".
18	(b) NURSING FACILITIES.—Section 1919(h) of the
19	Social Security Act (42 U.S.C. 1396r(h)) is amended—
20	(1) by redesignating paragraphs (8) and (9) as
21	paragraphs (9) and (10), respectively; and
22	(2) by inserting after paragraph (7) the fol-
23	lowing new paragraph:
24	"(8) National independent monitor pro-
25	GRAM.—

1	"(A) IN GENERAL.—Not later than 1 year
2	after the date of enactment of this paragraph,
3	the Secretary, in consultation with the Inspec-
4	tor General of the Department of Health and
5	Human Services, shall develop, test, and imple-
6	ment a protocol for the establishment of an
7	independent monitoring program to oversee
8	interstate and large intrastate chains of nursing
9	facilities. Such program shall be designed to
0	analyze such chains in 1 or more of the fol-
11	lowing instances:
12	"(i) Where 3 or more facilities of the
13	chain were enrolled in the 'Special Focus
14	Facility program' (or a successor program)
15	established by the Centers for Medicare &
16	Medicaid Services during the preceding 3
17	years.
18	"(ii) Where the chain has been experi-
19	encing financial problems that may be
20	linked to serious quality deficiencies.
21	"(iii) Where the chain has a record of
22	dironic poor performance.
23	"(B) RESPONSIBILITIES.—The inde-
24	pendent monitoring program established under

1	subparagraph (A) shall include the following re-
2	spensibilities:
3	"i Conducting periodic reviews and
*	preparing root-cause quality and deficiency
5	analyses of a chain described in such sub-
6	paragraph to assess compliance by the
7	chain with State and Federal laws and reg-
S	ulations.
9	"ii Conducting oversight of efforts
10	by such a chain, whether publicly or pri-
11	vately held, to achieve compliance with
12	State and Federal laws and regulations.
13	"iii Analyzing the management
1 4	structure, distribution of expenditures, and
15	nurse staffing levels of facilities of such a
16	chain in relation to resident census, staff
17	turnover rates, and tenure.
18	"iv) Reporting findings and rec-
19	ommendations with respect to such re-
20	views, analyses, and oversight to the chain
21	and facilities of the chain, to the Secretary.
22	and to relevant States.
23	"v Publishing the results of such re-
24	views, analyses, and oversight.

1	"(C) Implementation of recommenda-
2	TIONS.—
3	"(i) Receipt of finding by
4	CHAIN.—Not later than 10 days after re-
5	ceipt of a finding reported under subpara-
6	graph (B)(iv), the chain shall submit a re-
7	port to the independent monitor—
8	"(I) outlining corrective actions
9	to be taken by the chain to implement
10	the recommendations in such report;
11	01,
12	"(II) indicating that the chain
13	will not implement such recommenda-
14	tions, and why it will not do so.
15	"(ii) Receipt of report by inde-
16	PENDENT MONITOR.—Not later than 10
17	days after receipt of the report submitted
18	by the chain under clause (i), the inde-
19	pendent monitor shall finalize its rec-
20	ommendations and submit a report to the
21	chain and facilities of the chain, the Sec-
22	retary, and the State or States, as appro-
23	priate, containing such final recommenda-
24	tions.

1	"(iii) CIVIL MONEY PENALTY.—A
2	State or the Secretary may impose a civil
3	money penalty under subsection
4	(h)(2)(A)(ii), or $(h)(3)(C)(ii)$, respectively.
5	on a chain that fails to respond to or to
6	take corrective actions to implement the
7	recommendations of the independent mon-
8	itor in accordance with this subparagraph.
9	"(D) Cost of appointment.—A chain
10	shall be responsible for all costs associated with
11	the appointment of independent monitors under
12	the program under this paragraph. The chain
13	shall pay such costs to the Secretary (in accord-
14	ance with procedures established by the Sec-
15	retary).
16	"(E) EVALUATION AND REPORT.—
17	"(i) EVALUATION.—The Inspector
18	General of the Department of Health and
19	Human Services shall evaluate the inde-
20	pendent monitoring program under this
21	paragraph.
22	"(ii) Report.—Not later than 2
23	years after the implementation of such pro-
24	gram under subparagraph (A), the Inspec-
25	tor General shall submit a report to Con-

1	gress containing the results of the evalua-
2	tion conducted under clause (i), together
3	with recommendations for such legislation
4	and administrative action as the Inspector
5	General determines appropriate.
6	"(F) Intermediate remedy.—The ap-
7	pointment of an independent monitor shall be
8	an intermediate remedy that may be in addition
9	to or in lieu of other remedies under this sub-
10	section.".
11	SEC. 204. GAO STUDIES AND REPORTS ON TEMPORARY
12	MANAGEMENT AND BARRIERS TO PUR-
13	CHASING FACILITIES WITH A RECORD OF
14	POOR CARE.
15	(a) STUDY AND REPORT ON TEMPORARY MANAGE-
16	MENT.—
17	(1) In General.—The Comptroller General of
18	the United States (in this section referred to as the
19	"Comptroller General") shall conduct a study on—
20	(A) best practices for the appointment of
21	temporary management under sections
22	1819(h)(2)(B)(iii), 1919(h)(2)(A)(iii), and
23	1919(h)(3)(C)(iii) of the Social Security Act
24	(42 U.S.C. $1395i-3(h)(2)(B)(iii);$
25	1396r(h)(2)(A)(iii); 1396r(h)(3)(C)(iii)); and

1	B barriers to the appointment of such
2	temp rary management.
3	2 Report.—Not later than 1 year after the
1	date of enactment of this Act, the Comptroller Gen-
5	eral shall submit a report to Congress containing the
6	results of the study conducted under paragraph (1),
7	together with recommendations for such legislation
8	and administrative action as the Comptroller Gen-
9	eral determines appropriate.
10	3 GUIDANCE TO STATES.—The Secretary of
11	Health and Human Services shall issue guidance to
12	States based on the recommendations contained in
13	the report submitted under paragraph (2).
1-	b) STUDY AND REPORT ON BARRIERS TO PUR-
15	CHASING FACILITIES WITH A RECORD OF POOR CARE.—
16	11 STUDY.—The Comptroller General of the
17	United States shall conduct a study on the extent
18	and the nature of any barriers for new owners who
19	purchase, and potential owners who wish to pur-
20	chase, skilled nursing facilities and nursing facilities
21	with a record of poor care.
22	2 Report.—Not later than 1 year after the
23	date of enactment of this Act. the Comptroller Gen-
24	eral shall submit a report to Congress containing the

results of the study conducted under paragraph (1).

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1	together with recommendations for such legislation
2	and administrative action as the Comptroller Gen-
3	eral determines appropriate to address any barriers
4	identified in such study.
5	(3) Definitions.—In this subsection:
6	(A) NURSING FACILITY.—The term "murs-
7	ing facility" has the meaning given such term
8	in section 1919(a) of the Social Security Act
9	(42 U.S.C. 1396r(a)).
10	(B) SKILLED NURSING FACILITY.—The
11	term "skilled nursing facility" has the meaning
12	given such term in section 1819(a) of the Social
13	Security Act (42 U.S.C. 1395(a)).
14	SEC. 205. NOTIFICATION OF FACILITY CLOSURE.
15	(a) Skilled Nursing Fachlities.—
16	(1) In general.—Section 1819(c) of the So-
17	cial Security Act (42 U.S.C. 1395i-3(c)) is amended
18	by adding at the end the following new paragraph:
19	"(7) Notification of facility closure.—
20	"(A) In General.—Any individual who is
21	the administrator of a skilled nursing facility
22	must—
23	"(i) submit to the Secretary, the State
24	long-term care ombudsman, residents of
25	the facility, and the legal representatives of

1	such residents or other responsible parties.
2	written notification of an impending clo-
3	sure—
4	"(I) subject to subclause (II), not
5	later than the date that is 60 days
6	prior to the date of such closure: and
7	"(II) in the case of a facility
8	where the Secretary terminates the fa-
9	cility's participation under this title.
10	not later than the date that the Sec-
11	retary determines appropriate:
12	"(ii) ensure that the facility does not
13	admit any new residents on or after the
14	date on which such written notification is
15	submitted; and
16	"(iii) include in the notice a plan for
17	the transfer and adequate relocation of the
18	residents of the facility by a specified date
19	prior to closure that has been approved by
20	the State, including assurances that the
21	residents will be transferred to the most
22	appropriate facility or other setting in
23	terms of quality, services, and location,
24	taking into consideration the needs and
25	best interests of each resident.

1	(B) KELOCATION.—
2	"(i) IN GENERAL.—The State shall
3	ensure that, before a facility closes, all
4	residents of the facility have been success-
5	fully relocated to another facility or an al-
6	ternative home and community-based set-
7	ting.
8	"(ii) Continuation of payments
9	UNTIL RESIDENTS RELOCATED.—The Sec-
10	retary may, as the Secretary determines
11	appropriate, continue to make payments
12	under this title with respect to residents of
13	a facility that has submitted a notification
14	under subparagraph (A) during the period
15	beginning on the date such notification is
16	submitted and ending on the date on which
17	the resident is successfully relocated.".
18	(2) Conforming Amendments.—Section
19	1819(h)(4) of the Social Security Act (42 U.S.C.
20	1395i-3(h)(4)) is amended—
21	(A) in the first sentence, by striking "the
22	Secretary shall terminate" and inserting "the
23	Secretary, subject to subsection $(c)(7)$, shall
24	terminate": and

1	(B) in the second sentence, by striking
2	"subsection (e)(2)" and inserting "paragraphs
3	(2) and (7) of subsection (c)".
4	(b) Nursing Facilities.—
5	(1) In General.—Section 1919(c) of the So-
6	cial Security Act (42 U.S.C. 1396r(c)) is amended
7	by adding at the end the following new paragraph:
8	"(9) Notification of facility closure.—
9	"(A) In general.—Any individual who is
10	an administrator of a nursing facility must—
11	"(i) submit to the Secretary, the State
12	long-term care ombudsman, residents of
13	the facility, and the legal representatives of
14	such residents or other responsible parties,
15	written notification of an impending clo-
16	sure—
17	"(I) subject to subclause (II), not
18	later than the date that is 60 days
19	prior to the date of such closure; and
20	"(II) in the case of a facility
21	where the Secretary terminates the fa-
22	cility's participation under this title,
23	not later than the date that the Sec-
24	retary determines appropriate;

1	"(ii) ensure that the facility does not
2	admit any new residents on or after the
3	date on which such written notification is
4	submitted; and
5	"(iii) include in the notice a plan for
6	the transfer and adequate relocation of the
7	residents of the facility by a specified date
8	prior to closure that has been approved by
9	the State, including assurances that the
10	residents will be transferred to the most
11	appropriate facility or other setting in
12	terms of quality, services, and location,
13	taking into consideration the needs and
14	best interests of each resident.
15	"(B) Relocation.—
16	"(i) In General.—The State shall
17	ensure that, before a facility closes, all
18	residents of the facility have been success-
19	fully relocated to another facility or an al-
20	ternative home and community-based set-
21	ting.
22	"(ii) Continuation of payments
23	UNTIL RESIDENTS RELOCATED.—The Sec-
24	retary may, as the Secretary determines
25	appropriate, continue to make payments

1	under this title with respect to residents of
2	a facility that has submitted a notification
3	under subparagraph (A) during the period
4	beginning on the date such notification is
5	submitted and ending on the date on which
6	the resident is successfully relocated.".
7	(c) Effective Date.—The amendments made by
8	this section shall take effect 1 year after the date of enact-
9	ment of this Act.
10	SEC. 206. NATIONAL DEMONSTRATION PROJECTS ON CUL-
11	TURE CHANGE AND USE OF INFORMATION
12	TECHNOLOGY IN NURSING HOMES.
13	(a) In General.—The Secretary shall conduct 2
14	demonstration projects, 1 for the development of best
15	practices in skilled nursing facilities and nursing facilities
16	that are involved in the culture change movement (includ-
17	ing the development of resources for facilities to find and
18	access funding in order to undertake culture change) and
19	1 for the development of best practices in skilled nursing
20	facilities and nursing facilities for the use of information
21	technology to improve resident care.
22	(b) Conduct of Demonstration Projects.—
23	(1) Grant Award.—Under each demonstration
24	project conducted under this section, the Secretary
25	shall award 1 or more grants to facility-based set-

- tings for the development of best practices described in subsection (a) with respect to the demonstration project involved. Such award shall be made on a competitive basis and may be allocated in 1 lumpsum payment.
 - (2) Consideration of special needs of Residents.—Each demonstration project conducted under this section shall take into consideration the special needs of residents of skilled nursing facilities and nursing facilities who have cognitive impairment, including dementia.

(c) Implementation and Duration.—

- (1) IMPLEMENTATION.—The demonstration projects shall each be implemented not later than 1 year after the date of enactment of this Act.
- (2) In General.—The demonstration projects shall each be conducted for a period not to exceed 3 years.
- (d) Definitions.—In this section:
- (1) NURSING FACILITY.—The term "nursing facility" has the meaning given such term in section 1919(a) of the Social Security Act (42 U.S.C. 1396r(a)).
- (2) Secretary.—The term "Secretary" means
 the Secretary of Health and Human Services.

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1	(3) SKILLED NURSING FACILITY.—The term
2	"skilled nursing facility" has the meaning given such
3	term in section 1819(a) of the Social Security Act
4	(42 U.S.C. 1395(a)).
5	(e) Authorization of Appropriations.—There
6	are authorized to be appropriated such sums as are nec-
7	essary to carry out this section.
8	(f) Report.—Not later than 9 months after the com-
9	pletion of the demonstration project, the Secretary shall
10	submit a report to Congress on such project, together with
11	recommendations for such legislation and administrative
1.2	action as the Secretary determines appropriate.
13	TITLE III—IMPROVING STAFF
14	TRAINING
15	SEC. 301. DEMENTIA AND ABUSE PREVENTION TRAINING.
16	(a) Skilled Nursing Facilities.—Section
17	1819(f)(2)(A)(i)(I) of the Social Security Act (42 U.S.C.
18	1395i-3(f)(2)(A)(i)(I)) is amended by inserting "(includ-
19	ing, in the case of initial training and, if the Secretary
20	determines appropriate, in the case of ongoing training,
21	dementia management training, and patient abuse preven-
	demente management etaming, and partent as use preven
22	tion training" before ", (II)".
2223	
23	tion training" before ", (II)".

1	in the case of initial training and, if the Secretary deter-
2	mines appropriate, in the case of ongoing training, demen-
3	tia management training, and patient abuse prevention"
4	before ", (II)".
5	(c) Effective Date.—The amendments made by
6	this section shall take effect 1 year after the date of enact-
7	ment of this Act.
8	SEC. 302. STUDY AND REPORT ON TRAINING REQUIRED
9	FOR CERTIFIED NURSE AIDES AND SUPER-
10	VISORY STAFF.
11	(a) Study.—
12	(1) In General.—The Secretary shall conduct
13	a study on the content of training for certified nurse
14	aides and supervisory staff of skilled nursing facili-
15	ties and nursing facilities. The study shall include an
16	analysis of the following:
17	(A) Whether the number of initial training
18	hours for certified nurse aides required under
19	sections $1819(f)(2)(\Lambda)(i)(II)$ and
20	1919(f)(2)(A)(i)(II) of the Social Security Act
21	(42 U.S.C. $1395i-3(f)(2)(A)(i)(II);$
22	1396r(f)(2)(A)(i)(II)) should be increased from
23	75 and, if so, what the required number of ini-
24	tial training hours should be, including any rec-

1	ommendations for the content of such training
2	(including training related to dementia).
3	(B) Whether requirements for ongoing
4	training under such sections
5	1819(f)(2)(A)(i)(II) and $1919(f)(2)(A)(i)(II)$
6	should be increased from 12 hours per year, in-
7	cluding any recommendations for the content of
8	such training.
9	(2) Consultation.—In conducting the anal-
10	ysis under paragraph $(1)(A)$, the Secretary shall
11	consult with States that currently (as of the date of
12	enactment of this Act) require more than 75 hours
13	of training for certified nurse aides.
14	(3) Definitions.—In this section:
15	(A) NURSING FACILITY.—The term "nurs-
16	ing facility" has the meaning given such term
17	in section 1919(a) of the Social Security Act
18	(42 U.S.C. 1396r(a)).
19	(B) Secretary.—The term "Secretary"
20	means the Secretary of Health and Human
21	Services, acting through the Assistant Secretary
22	for Planning and Evaluation.
23	(C) Skilled nursing facility.—The
24	term "skilled nursing facility" has the meaning

1	given such term in section 1819(a) of the Social
2	Security Act (42 U.S.C. 1395(a)).
3	(b) Report.—Not later than 2 years after the date
4	of enactment of this Act, the Secretary shall submit a re-
5	port to Congress containing the results of the study con-
6	ducted under subsection (a), together with recommenda-
7	tions for such legislation and administrative action as the

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8 Secretary determines appropriate.

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